

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year:
Sample material removed by hand for marketing purposes
5. How much **additional acreage** was disturbed during the past year? none
6. How much acreage was **reclaimed** during the past year? none
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
No reclamation work was done, we plan to continue removing sample material from the area that is already disturbed
8. What is the **total** disturbed acreage of entire project at years end? approximately 1 acre
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
We are continuing our marketing efforts. Until we have a sale of the product, we will not be removing great amounts.

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

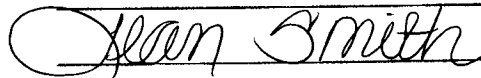
Name (Typed or Print):

JEAN SMITH

Title of Operator:

OWNER

Signature of Operator:



Date:

January 26, 2001

Jean Smith
65 South 500 West
Delta, Utah 84624

January 26, 2001

Bureau of Land Management
ATTN: Larry Garahana
35 East 500 North
Fillmore, UT 84631

RE: Core Drilling on Cotton Blossom Mine

Dear Larry,

Per my conversation with Tom Munson, Division of Oil, Gas and Mining, I am writing to formally advise you that parties have core-drilled on my Cotton Blossom mining claim. This activity was done without my consent or prior knowledge.

In the event I desire to have the property core-drilled for samples, I will contact you and obtain the proper permits.

Thank you for discussing this matter with me, your time and assistance are greatly appreciated.

Sincerely,


Jean Smith

5/23/063

Jean Smith
65 South 500 West
Delta, Utah 84624

January 22, 2001

Tom Munson
Division of Oil, Gas and Mining
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

RE: Annual Reports/Core Drilling on Cotton Blossom Mine

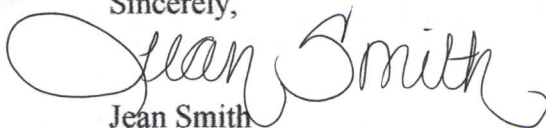
Dear Tom:

Per our conversation last week, I have enclosed the annual reports for the Ruby Red/Wheeler # 3 and Cotton Blossom mines.

I spoke with Ron Hall from Layne Drilling and Exploration this morning and found that his company had done work for Joe Dunlop (Resource Design Solutions). Mr. Hall was very accommodating, he would be happy to provide you the locations his company core drilled (the area on and around my Cotton Blossom claims at Pleasant Valley). His telephone number is (801) 974-5544. Off the record, Mr. Hall shared some information with me, including the fact that Resource Design Solutions did not pay them, an amount of \$30,000.00.

I truly enjoyed our conversation, and appreciate your assistance and advice. I look forward to working with you, and welcome the opportunity to go to any of my mining sites with you.

Sincerely,


Jean Smith

RECEIVED

JAN 24 2001

DIVISION OF
OIL, GAS AND MINING